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UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA
SAN JOSE DIVISION

KEVIN EMBRY, an individual, on behalf of him-
self, the general public and those similarly situated

Plaintiff,

v.

ACER AMERICA CORPORATION; AND DOES
1 THROUGH 50

Defendants

CASE NO. CV-09-1808 JW

[REVISED PROPOSED] ORDER
GRANTING PLAINTIFF’S MOTION
FOR PRELIMINARY APPROVAL OF
CLASS ACTION SETTLEMENT

Date: September 19, 2011
Time: 9:00 am
Place: Courtroom 15, 18th Floor
Judge: Hon. James Ware

1 Plaintiff Kevin Embry (“Plaintiff” or “Class Representative”) and Defendant Acer Amer-
2 ica Corporation (“Acer” or “Defendant”) have moved the Court for preliminary approval of a
3 proposed class action settlement, the terms and conditions of which are set forth in the Settlement
4 Agreement filed with the Court on August 30, 2010 (Dkt.# 177, Ex. 1), as amended on September
5 16, 2011 (Dkt.# 185) (“Settlement Agreement”).

6 Having considered all matters submitted to it at the hearing on the motion the and other-
7 wise, including the complete record of this action, and good cause appearing therefore, the Court
8 hereby finds and concludes as follows:

9 1. The capitalized terms used in this Order shall have the same meaning as defined
10 in the Settlement Agreement except as otherwise expressly provided.

11 2. The Court preliminarily approves the Settlement as within the range of possible
12 final approval, and as meriting submission to the Settlement Class for its consideration.

13 3. For purposes of the Settlement only, the Court certifies the Settlement Class,
14 which consists of all persons who, from March 24, 2005, through May 1, 2011, purchased in the
15 United States a PC manufactured by Defendants that was advertised or marketed by Defendants
16 to include a Microsoft Windows operating system, except for purposes of resale. Excluded from
17 the Settlement Class are the Honorable Judge James Ware, David A. Rotman, any member of
18 their immediate families, any government entity, Acer, any entity that directly or indirectly con-
19 trols, or is controlled by, or is in common control with Acer, any of Acer’s officers, directors,
20 employees, legal representatives, heirs, successors, or assigns, and any persons who timely opt-
21 out of the Settlement Class.

22 4. The Court preliminarily finds, solely for purposes of considering this Settle-
23 ment, that the requirements of Federal Rule of Civil Procedure 23 are conditionally satisfied, in-
24 cluding requirements that the Settlement Class Members are too numerous to be joined in a single
25 action; that common issues of law and fact exist and predominate; that the claims of the Class
26 Representative is typical of the claims of the Settlement Class Members; that the Class Represen-
27 tatives and Class Counsel can adequately protect the interests of the Settlement Class Members;
28 and that a settlement class is superior to alternative means of resolving the claims and disputes at

1 issue in this Action.

2 5. The Court conditionally designates the law firm of Gutride Safier LLP as Class
3 Counsel and Plaintiff Kevin Embry as Class Representative for purposes of this Settlement. The
4 Court preliminarily finds that the Class Representative and Class Counsel fairly and adequately
5 represent and protect the interests of the absent Settlement Class Members. The Court designates,
6 and approves, Rust Consulting, Inc. to serve as Claims Administrator.

7 6. Not later than November 11, 2011, Representative Plaintiff and Class Counsel
8 may make a written application to the Court for an award of attorneys' fees, costs and incentive
9 awards to the Representative Plaintiff.

10 7. A Final Approval Hearing shall be held before this Court at 9:00 a.m. on De-
11 cember 19, 2011, at the United States District Court for the Northern District of California, San
12 Francisco Division, to address: (a) whether the proposed Settlement should be finally approved as
13 fair, reasonable and adequate, and whether the Final Approval Order should be entered, and (b)
14 whether Class Counsel's application for attorneys' fees, costs, and incentive awards should be
15 approved

16 8. The Court approves, as to form and content, the Class Notice and the Claim
17 Form, substantially similar to the forms attached as Exhibits B1 ("Summary Published Notice"),
18 B2 ("Long Form Notice") and B3 ("Summary Email Notice") to the Settlement Agreement. De-
19 fendant shall have discretion to make non-material minor revisions to the notice before emailing
20 or mailing, with the consent of Class Counsel. Responsibility regarding settlement administration,
21 including, but not limited to, notice and related procedures, shall be performed by Defendant,
22 subject to Class Counsel's approval and oversight as set forth in paragraph 3.4 of the Settlement
23 Agreement, which is not to be unreasonably withheld.

24 9. A settlement website shall be operative no later than the first publication of the
25 Summary Published Notice and Summary Email Notice. The settlement website shall contain
26 downloadable copies of this Preliminary Approval Order, the Long Form Notice, the Settlement
27 Agreement, the Claim Form, and, when filed, Class Counsel's application for attorneys' fees,
28 costs, and incentive awards. The settlement website shall also contain appropriate links through

1 which Settlement Class Members can submit online requests to opt out of the class.

2 10. Within fourteen (14) days after this Preliminary Approval Order is entered,
3 Summary Email Notice will be provided by email to all Settlement Class Members for whom an
4 email address is known to Defendants. The Summary Published Notice shall also be published
5 once each in the *USA Today* in a size equivalent to a one eighth-page ad, for two consecutive
6 week.

7 11. The Court finds that the Parties' plan for providing notice to the Settlement
8 Class (the "Notice Plan") described in section IV of the Settlement Agreement is the best practi-
9 cable notice in the circumstances and is reasonably calculated to provide notice to the Settlement
10 Class of the pendency of the Action, certification of the Settlement Class, the terms of the Settle-
11 ment Agreement, and the Final Approval Hearing, and complies fully with the requirements of
12 Federal Rule of Civil Procedure 23, the United States Constitution, and any other applicable law.

13 12. Any member of the Settlement Class who desires to be excluded from the Set-
14 tlement Class, and therefore not be bound by the terms of the Settlement Agreement, must submit
15 an online request for exclusion by November 21, 2011 or, mail to the Claim Administrator, pur-
16 suant to the instructions set forth in the Long Form Notice and on the settlement website, a timely
17 and valid written request for exclusion, received (not postmarked) no later than November 21,
18 2011. No one shall be permitted to exercise any exclusion rights on behalf of any other person,
19 whether as an agent or representative of another or otherwise, except upon proof of a legal power
20 of attorney, conservatorship, trusteeship, or other legal authorization that predates the Class No-
21 tice, and no one may exclude other persons within the Settlement Class as a group, class, or in the
22 aggregate.

23 13. At least fifteen (14) days prior to the hearing on Final Approval, the Claim Ad-
24 ministrator shall prepare a list of the names of the persons who, pursuant to the Class Notice de-
25 scribed herein, have excluded themselves from the Settlement Class in a valid and timely manner,
26 and Plaintiff's Counsel shall file that list with the Court. The Court retains jurisdiction to resolve
27 any disputed exclusion requests.

28 14. Any member of the Settlement Class who elects to be excluded shall not receive

1 any benefits of the Settlement, shall not be bound by the terms of the Settlement Agreement, and
2 shall have no standing to object to the Settlement or intervene in the Action.

3 15. Any Settlement Class Member who does not submit a valid and timely request
4 for exclusion may object to the Settlement Agreement. Any such Settlement Class Member shall
5 have the right to appear and be heard at the Final Approval Hearing, either personally or through
6 an attorney retained at the Settlement Class Member's own expense. Any such Settlement Class
7 Member must file with the Court and serve upon Class Counsel and Defendants' Counsel at the
8 addresses set forth in the Class Notice a written objection to the Settlement ("Objection"). The
9 Objection must satisfy the requirements set forth in section 7.4 of the Settlement Agreement and
10 must be filed and served no later than November 21, 2011. Any Settlement Class Member who
11 does not submit a timely Objection in accordance with the Settlement Agreement and as set forth
12 herein shall not be treated as having filed a valid objection to the Settlement.

13 16. Any Settlement Class Member who wishes to intervene in the Action must file a
14 motion or application to do so with the Court and contemporaneously serve it upon Class Counsel
15 and Counsel for Defendant at the addresses set forth in the Class Notice by November 21, 2011 .

16 17. Any Class Member who wishes to appear at the Final Approval Hearing must
17 file a notice of his or her intention to do so with the Court and contemporaneously serve it upon
18 Class Counsel and Counsel for the Defendant at the addresses set forth in the Class Notice no
19 later than November 21, 2011 .

20 18. The Parties shall file their motions for Final Approval no later than November
21 11, 2011 and their reply in support of that motion and responses to any objections and requests to
22 intervene no later than December 5, 2011.

23 19. In the event that the proposed Settlement is not finally approved by the Court, or
24 in the event that the Settlement Agreement becomes null and void pursuant to its terms, this Pre-
25 liminary Approval Order and all orders entered in connection herewith shall become null and
26 void, shall be of no further force and effect, and shall not be used or referred to for any purposes
27 whatsoever in this Action or in any other case or controversy; in such event the Settlement
28 Agreement and all negotiations and proceedings directly related thereto shall be deemed to be

1 without prejudice to the rights of any and all of the Parties, who shall be restored to their respec-
2 tive positions as of the date and time immediately preceding the execution of the Settlement
3 Agreement.

4 20. The Court may, for good cause, extend any of the deadlines set forth in this Or-
5 der without further notice to the Settlement Class Members. The Final Approval Hearing may,
6 from time to time and without further notice to the Settlement Class Members, be continued by
7 Order of the Court.

8 **IT IS SO ORDERED** this ____ day of _____, 2011.

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12 HON. JAMES WARE
13 UNITED STATES DISTRICT COURT-
14 JUDGE
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